



**THE FOUNDATION
FOR SECURE
MARKETS**

#50992

Date: September 07, 2022

Subject: TransGlobe Energy Corporation - Anticipated Adjustment
Option Symbol: TGA
New Symbol: EGY1
Date: ???

Contract Adjustment

Date: Effective the opening of the business day after the arrangement is consummated. Contract adjustment is anticipated to occur in the second half of 2022.

Option Symbol: TGA changes to EGY1

Strike Divisor: 1

Contracts Multiplier: 1

New Multiplier: 100 (e.g., a premium of 1.50 yields \$150; a strike of 20 yields \$2,000.00)

New Deliverable Per Contract:

- 1) 67 VAALCO Energy, Inc. (EGY) Common Shares, subject to adjustment as described in the TGA Information Circular dated August 29, 2022 ("Circular")
- 2) Cash in lieu of 0.27 fractional EGY share, if any

Note: Once determined the cash in lieu of fractional share portion of the option deliverable remains fixed and does not vary with price changes of any security.

CUSIP: EGY: 91851C201

Pricing

Until the cash in lieu amount is determined, the underlying price for EGY1 will be determined as follows if the terms are unchanged:

$$\text{EGY1} = 0.6727 (\text{EGY})$$

Delayed Settlement

OCC will delay settlement of the EGY component and cash component, if any, of the EGY1 deliverable until the final consideration under the arrangement, and cash in lieu amount, if any, are determined. Upon

determination of the final consideration, OCC will require Put exercisers and Call assignees to deliver the appropriate number of shares and the appropriate cash amount, if any.

Background

On September 29, 2022, Shareholders of TransGlobe Energy Corporation (TGA) will vote concerning the proposed plan of arrangement with VAALCO Energy, Inc. (EGY). If the arrangement is approved and consummated, each existing TGA Common Share will be converted into the right to receive 0.6727 EGY Common Shares, subject to adjustment as described in the Circular. Cash will be paid in lieu of fractional shares, if any.

Disclaimer

This Information Memo provides an unofficial summary of the terms of corporate events affecting listed options or futures prepared for the convenience of market participants. OCC accepts no responsibility for the accuracy or completeness of the summary, particularly for information which may be relevant to investment decisions. Option or futures investors should independently ascertain and evaluate all information concerning this corporate event(s).

The determination to adjust options and the nature of any adjustment is made by OCC pursuant to OCC By-Laws, Article VI, Sections 11 and 11A. The determination to adjust futures and the nature of any adjustment is made by OCC pursuant to OCC By-Laws, Article XII, Sections 3, 4, or 4A, as applicable. For both options and futures, each adjustment decision is made on a case by case basis. Adjustment decisions are based on information available at the time and are subject to change as additional information becomes available or if there are material changes to the terms of the corporate event(s) occasioning the adjustment.

ALL CLEARING MEMBERS ARE REQUESTED TO IMMEDIATELY ADVISE ALL BRANCH OFFICES AND CORRESPONDENTS ON THE ABOVE.

For questions regarding this memo, please email the Investor Education team at options@theocc.com. Clearing Member Firms of OCC may contact Member Services at 1-800-544-6091 or, within Canada, at 1-800-424-7320, or email memberservices@theocc.com.